

SENATE BILL 675

K2

0lr2784

By: **Senators Kittleman and Jacobs**

Introduced and read first time: February 5, 2010

Assigned to: Finance

A BILL ENTITLED

1 AN ACT concerning

2 **Unemployment Insurance – Exemption from Covered Employment – Small**
3 **Business Directors, Officers, and Members**

4 FOR the purpose of providing that work performed by an officer or director of a certain
5 corporation or a member of a certain limited liability company under certain
6 circumstances is not covered employment for purposes of unemployment
7 insurance; and generally relating to an exemption from unemployment
8 insurance of certain employment performed for small corporations and small
9 limited liability companies.

10 BY adding to

11 Article – Labor and Employment

12 Section 8–224

13 Annotated Code of Maryland

14 (2008 Replacement Volume and 2009 Supplement)

15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
16 MARYLAND, That the Laws of Maryland read as follows:

17 **Article – Labor and Employment**

18 **8–224.**

19 **EMPLOYMENT IS NOT COVERED EMPLOYMENT IF PERFORMED FOR**
20 **MONETARY COMPENSATION BY:**

21 **(1) A DIRECTOR OR OFFICER OF A CORPORATION THAT EMPLOYS**
22 **50 OR FEWER FULL–TIME EMPLOYEES; OR**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 **(2)** A MEMBER OF A LIMITED LIABILITY COMPANY THAT EMPLOYS
2 **50 OR FEWER FULL-TIME EMPLOYEES.**

3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
4 October 1, 2010.